By: John Stolm

<u>S.B. No. 1362</u>

#### A BILL TO BE ENTITLED

AN ACT 1 relating to the development of a regional water supply reservoir 2 project at the Lake Eastex reservoir site and the acquisition of the 3 site and other property. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. DEFINITIONS. In this Act: 6 (1) "Authority" means the Angelina and Neches River 7 Authority. 8 (2) "Board" means the Texas Water Development Board. 9 SECTION 2. DESIGNATION OF SITE. The legislature, as 10 authorized by Section 16.051(g), Water Code, designates the site 11 known as the Lake Eastex site on Mud Kreek, a tributary of the 12 Angelina River, in Cherokee and Smith counties, Texas, as a site of 13 unique value for the construction of a dam and reservoir on Mud 14

the Lake Eastex Regional Water Supply Project is necessary to meet water supply requirements

SECTION 3. ACQUISTTION AND FUNDING. (a) Using the state participation account of the Texas Water Development Fund II to encourage optimal regional development of the Lake Eastex project, the board is authorized to execute an agreement with the authority

Creek, to impound up to 195,500/acre-feet of water as authorized by

Permit to Appropriate State/Water Number 4228 (Application No.

4537) held by the authority/ The legislature also determines that

to acquire the entire or any undivided interest in the Lake Eastex

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- 1 site and other land needed for the project. The authority shall
- 2 hold title in trust for the board.
- 3 (b) Using the state participation account of the Texas Water
- 4 Development Fund II, the board may issue bonds to acquire up to 50
- 5 percent of any undivided interest in the Lake Eastex project,
- 6 including the entire or any undivided interest in the site.
- 7 SECTION 4. PURCHASE OF BOARD'S INTEREST. Any contract
- 8 providing for state participation in the Lake Eastex site or the
- 9 construction of a reservoir at that site must provide for the
- 10 purchase of the board's interest in the facility in accordance with
- 11 Section 16.186(b), Water Code. The board shall contract with the
- 12 authority for such a purchase.
- 13 SECTION 5. EXEMPTION FROM WATER QUALITY FEES. Neither the
- 14 board nor the authority is required to pay water quality fees under
- 15 Section 26.0291, Water Code, on the Lake Eastex project until it is
- 16 completed.
- SECTION 6. RULES. The authority, after notice and hearing,
- 18 may adopt rules to protect water quality in the site that are
- 19 consistent with state and federal water quality requirements. The
- 20 rules may include:
- (1) establishment of an area around the site to be
- 22 protected from sources of pollution;
- 23 (2) prohibition of or restrictions on the use of
- on-site sewage disposal systems in the protected zone;
- 25 (3) restrictions on locating facilities that may
- 26 discharge waste into the site; and
- 27 (4) other prohibitions, restrictions, or requirements

- 1 that may be necessary to protect the water quality in the site and
- 2 in the reservoir after it is completed.
- 3 SECTION 7. IMPACT FEES. The authority may impose impact
- 4 fees on the area regulated under rules adopted under Section 6 of
- 5 this Act.
- 6 SECTION 8. EFFECTIVE DATE. This Act takes effect
- 7 immediately if it receives a vote of two-thirds of all the members
- 8 elected to each house, as provided by Section 39, Article III, Texas
- 9 Constitution. If this Act does not receive the vote necessary for
- 10 immediate effect, this Act takes effect September 1, 2003.

1-1 1-2 taples S.B. No. 1362 (In the Senate - Filed March 13, 2003; March 19, 2003, read By: Staples first time and referred to Committee on Natural Resources; April 22, 2003, reported adversely, with favorable Committee 1-3 1-4 Substitute by the following vote: Yeas 11, Nays 0; April 22, 2003, 1-5 1-6 sent to printer.)

1-7 COMMITTEE SUBSTITUTE FOR S.B. No. 1362 By: Staples

1-8 A BILL TO BE ENTITLED AN ACT 1-9

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1-60 1-61 1-62 1-63 relating to the development of a regional water supply reservoir project at Lake Eastex reservoir site, the renaming of the site as Lake Columbia, and the acquisition of the site and other property; providing for the issuance of bonds.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. DEFINITIONS. In this Act:

"Authority" means the Angelina and Neches River (1)Authority.

(2)

"Board" means the Texas Water Development Board.
"Lake Columbia" means the reservoir project (3) previously known as Lake Eastex authorized by Permit to Appropriate State Water Number 4228 (Application No. 4537) held by the authority.

RENAMING OF SITE. Because of the significant SECTION 2. impact the Space Shuttle Columbia disaster has had on the people in East Texas and as a memorial to the seven astronauts lost in the disaster, the legislature has determined that the name of the Lake Eastex project in Cherokee and Smith counties should be renamed Lake Columbia.

SECTION 3. DESIGNATION OF SITE. The legislature, as authorized by Subsection (g), Section 16.051, Water Code, designates the site known as the Lake Columbia site on Mud Creek, a tributary of the Angelina River, in Cherokee and Smith counties, Texas, as a site of unique value for the construction of a dam and reservoir on Mud Creek, to impound up to 195,500 acre-feet of water as authorized by Permit to Appropriate State Water Number 4228 (Application No. 4537) held by the authority. The legislature also determines that the Lake Columbia Regional Water Supply Project is

necessary to meet water supply requirements. SECTION 4. ACQUISITION AND FUNDING. SECTION 4. ACQUISITION AND FUNDING. (a) Using the state participation account of the Texas Water Development Fund II to encourage optimal regional development of the Lake Columbia project, the board is authorized to execute an agreement with the authority to acquire the entire or any undivided interest in the Lake Columbia site and other land needed for the project. authority shall hold title in trust for the board.

(b) Using the state participation account of the Texas Water Development Fund II, the board may issue bonds to acquire up to 50 percent of any undivided interest in the Lake Columbia project, including the entire or any undivided interest in the site.

SECTION 5. PURCHASE OF BOARD'S INTEREST. Any contract providing for state participation in the Lake Columbia site or the construction of a reservoir at that site must provide for the purchase of the board's interest in the facility in accordance with The board shall Subsection (b), Section 16.186, Water Code. contract with the authority for such a purchase.

SECTION 6. EXEMPTION FROM WATER QUALITY FEES. Neither the board nor the authority is required to pay water quality fees under Section 26.0291, Water Code, on the Lake Columbia project until it is completed.

SECTION 7. RULES. The authority, after notice and hearing, may adopt rules to protect water quality in the site that are consistent with state and federal water quality requirements. The rules may include:

C.S.S.B. No. 1362

(1) establishment of an area around the site to be protected from sources of pollution;

(2) prohibition of or restrictions on the use of on-site sewage disposal systems in the protected zone;

(3) restrictions on locating facilities that may discharge waste into the site; and

(4) other prohibitions, restrictions, or requirements that may be necessary to protect the water quality in the site and in the reservoir after it is completed.

SECTION 8. IMPACT FEES. The authority may impose impact fees on the area regulated under rules adopted under Section 7 of this Act.

SECTION 9. EFFECTIVE DATE. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2003.

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## FAVORABLY AS SUBSTITUTED SENATE COMMITTEE REPORT ON

HJR

SJR SR HB HCR

SB SCR

By\_

We, your Committee on NATUR	RAL RES	OURCE	ES	_, to which was	referred the atta	ched measure,
1115/12		1 . 1 .1				
(date of hearing) back with the recommendation (s) that it		had the s	same unde	r consideration	and I am instruc	ted to report it
do pass as substituted, and be printed () the caption remained the same as () the caption changed with adoption	original r of the su	neasure Ibstitute				
() do pass as substituted, and be ordered	l not prin	ted				
and is recommended for placement on	the Loca	l and Un	contested	Bills Calendar.		
A fiscal note was requested.	yes	() no				
A revised fiscal note was requested.	(V yes	() no				
An actuarial analysis was requested.	() yes	() no				
Considered by subcommittee.	() yes	no				
The measure was reported from Committee	ee by the	following	g vote:			
			YEA	NAY	ABSENT	PNV
Senator Armbrister, Chair			-V/			
Senator Jackson, Vice-Chair			<u> </u>		-	
Senator Barrientos			_V	<u> </u>		
Senator Duncan			_V			
Senator Estes			_V			
Senator Fraser			$\nu$			
Senator Hinojosa			V			
Senator Lindsay			1/.			
Senator Lucio						
Senator Shapiro			V			
Senator Staples			V			
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TOTAL VOTES				0	0	0
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8260 Considered in public hearing	COM	IMILLE	EACIIO	<u> </u>	•	
(8270) Testimony taken				$\bigcirc$		
HALLO Miller	L	X	~ 0	()	at a	•
COMMITTEE CLERK		CHA	AIRMAN			

Paper clip the original and one copy of this signed form to the original bill along with TWO copies of the Committee Substitute Retain one copy of this form for Committee files

#### **WITNESS LIST**

SB 1362

SENATE COMMITTEE REPORT

Natural Resources

April 15, 2003 - 10:00AM

FOR:

Stover, John Attorney (Angelina & Neches River Authority), Lufkin, TX

AGAINST: Kramer, Ken Director (Lone Star Chapter, Sierra Club), Austin, TX

ON:

Olson, Leonard Deputy Executive Administrator (TX Water Development Board),

Austin, TX

#### **BILL ANALYSIS**

Senate Research Center

C.S.S.B. 1362
By: Staples
Natural Resources
4/17/2003
Committee Report (Substituted)

#### **DIGEST AND PURPOSE**

Currently, Lake Columbia (previously Lake Eastex) is a part of the statewide water plan. C,S,S.B. 1362 designates Lake Columbia as a unique reservoir. This bill establishes a partnership between the Angelina and Neches River Authority which is responsible for overseeing construction of the dam, and the Texas Water Development Board in order to allow the river authority to secure project funding from the Texas Water Development Fund II.

#### **RULEMAKING AUTHORITY**

Rulemaking authority is granted to the Angelina and Neches River Authority in SECTION 7 of this bill.

#### **SECTION BY SECTION ANALYSIS**

SECTION 1. DEFINITIONS. Defines "authority," "board," and "Lake Columbia."

SECTION 2. RENAMING OF SITE. Sets forth the legislative determination that the Lake Eastex project in Cherokee and Smith counties should be renamed Lake Columbia because of the Columbia space shuttle disaster's impact on the people in East Texas, and as a memorial to the seven astronauts who died in the disaster.

SECTION 3. DESIGNATION OF SITE. Provides that the legislature, as authorized by Section 16.051(g), Water Code, designates the site known as the Lake Columbia site on Mud Creek, a tributary of the Angelina River, in Cherokee and Smith counties, Texas, as a site of unique value for the construction of a dam and reservoir on Mud Creek, to impound up to 195,500 acre-feet of water as authorized by Permit to Appropriate State Water Number 4228 (Application No. 4537) held by the Angelina Neches River Authority (authority). Provides that the legislature also determines that the Lake Columbia Regional Water Supply Project is necessary to meet water supply requirements.

SECTION 4. ACQUISITION AND FUNDING. (a) Provides that using the state participation account of the Texas Water Development Fund II to encourage optimal regional development of the Lake Columbia project, the Texas Water Development Board (TWDB) is authorized to execute an agreement with the authority to acquire the entire or any undivided interest in the Lake Columbia site and other land needed for the project. Requires the authority to hold title in trust for TWDB.

(b) Authorizes TWDB, using the state participation account of the Texas Water Development Fund II, to issue bonds to acquire up to 50 percent of any undivided interest in the Lake Columbia project, including the entire or any undivided interest in the site.

SECTION 5. PURCHASE OF BOARD'S INTEREST. Requires any contract providing for state participation in the Lake Columbia site or the construction of a reservoir at that site to provide for the purchase of TWDB's interest in the facility in accordance with Section 16.186(b), Water Code. Requires TWDB to contract with the authority for such a purchase.

SECTION 6. EXEMPTION FROM WATER QUALITY FEES. Provides that neither TWDB nor the authority is required to pay water quality fees under Section 26.0291, Water Code, on the Lake Columbia project until it is completed.

SECTION 7. RULES. Authorizes the authority, after notice and hearing, to adopt rules to protect water quality in the site that are consistent with state and federal water quality requirements. Authorizes the rules to include certain actions and prohibitions.

SECTION 8. IMPACT FEES. Authorizes the authority to impose impact fees on the area regulated under rules adopted under Section 7 of this Act.

SECTION 9. EFFECTIVE DATE. Provides that this Act takes effect upon passage or September 1, 2003.

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### **April 16, 2003**

TO: Honorable Kenneth Armbrister, Chair, Senate Committee on Natural Resources

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1362 by Staples (Relating to the development of a regional water supply reservoir project at the Lake Columbia (previously Lake Eastex) reservoir site and the acquisition of the site and other property.), Committee Report 1st House, Substituted

No fiscal implication to the State is anticipated.

#### **Local Government Impact**

Because the bill would not have statewide impact on units of local government of the same type or class, no comment from this office is required by the rules of the Senate as to its probable fiscal implication on units of local government.

**Source Agencies:** 

LBB Staff:

JK, CL, DLBa

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### **April 11, 2003**

TO: Honorable Kenneth Armbrister, Chair, Senate Committee on Natural Resources

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1362 by Staples (Relating to the development of a regional water supply reservoir project at the Lake Eastex reservoir site and the acquisition of the site and other property.), As Introduced

No fiscal implication to the State is anticipated.

#### **Local Government Impact**

Because the bill would not have statewide impact on units of local government of the same type or class, no comment from this office is required by the rules of the Senate as to its probable fiscal implication on units of local government.

**Source Agencies:** 

LBB Staff:

JK, CL, DLBa

# REQUEST FOR LOCAL & UNCONTESTED CALENDAR PLACEMENT

SENATOR CHRIS HARRIS, CH	IAIRMAN			
SENATE COMMITTEE ON AD	MINISTRATION			
Notice is hereby given that	SB1362	, by Staple	8	,
was heard by the Committee on _	Natual	Resources	(Author/Sponsgr) on 4/15	, 2003,
and reported out with the recom	mendation that it be pl	aced on the Local and	l Uncontested Calend	dar.
•				
		Lolles	C. Helhert	L
		(Clerk of the	reporting committe	e)

IMPORTANT: A COPY OF THIS FORM MUST BE ATTACHED TO A **COMMITTEE PRINTED VERSION** OF THE BILL OR RESOLUTION AND SHOULD BE DELIVERED TO THE ADMINISTRATION COMMITTEE OFFICE, E1.714. DEADLINES FOR SUBMITTING BILLS AND RESOLUTIONS WILL BE ANNOUNCED ON A REGULAR BASIS.

### ADOPTED

MAY 0 1 2003

Letay Low Secretary of the Senate

By: Joseph Holen

S.B. No. 1362

Substitute the following for 5.8. No. 1362:

By. Styler

C.S. 5.B No. 1362

A BILL TO BE ENTITLED

AN ACT

<EOH>>

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project at the Lake Columbia (previously Lake Eastex) reservoir

, the renuming of the site as Lake Columbia,

site, and the acquisition of the site and other property, the issuance of the site and other property.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. DEFINITIONS. In this Act:

- (1) "Authority" means the Angelina and Neches River Authority.
  - (2) "Board" means the Texas Water Development Board.
- (3) "Lake Columbia" means the reservoir project previously known as Lake Eastex authorized by Permit to Appropriate State Water Number 4228 (Application No. 4537) held by the authority.

Section 2. Renaming OF SITE. Because of the significant Space Shuffle impact the Columbia space shuttle disaster has had on the people in East Texas and as a memorial to the seven astronauts lost in the disaster, the legislature has determined that the name of the Lake Eastex project in Cherokee and Smith counties should be renamed Lake Columbia.

SECTION 3. DESIGNATION OF SITE. The legislature, as

4-22-03 4-30-53-4 5-27-03-16-16

cssb1362-m

authorized by Section 16.051(g), Water Code, designates the site known as the Lake Columbia site on Mud Creek, a tributary of the Angelina River, in Cherokee and Smith counties, Texas, as a site of unique value for the construction of a dam and reservoir on Mud Creek, to impound up to 195,500 acre-feet of water as authorized by Permit to Appropriate State Water Number 4228 (Application No. 4537) held by the authority. The legislature also determines that the Lake Columbia Regional Water Supply Project is necessary to meet water supply requirements.

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SECTION 4. ACQUISITION AND FUNDING. (a) Using the state participation account of the Texas Water Development Fund II to encourage optimal regional development of the Lake Columbia project, the board is authorized to execute an agreement with the authority to acquire the entire or any undivided interest in the Lake Columbia site and other land needed for the project. The authority shall hold title in trust for the board.

(b) Using the state participation account of the Texas Water Development Fund II, the board may issue bonds to acquire up to 50 percent of any undivided interest in the Lake Columbia project, including the entire or any undivided interest in the site.

SECTION 5. PURCHASE OF BOARD'S INTEREST. Any contract providing for state participation in the Lake Columbia site or the construction of a reservoir at that site must provide for the purchase of the board's interest in the facility in accordance with Subsection (b), Section 16.186(b), Water Code. The board shall contract with the

2/3

authority for such a purchase.

SECTION 6. EXEMPTION FROM WATER QUALITY FEES. Neither the board nor the authority is required to pay water quality fees under Section 26.0291, Water Code, on the Lake Columbia project until it is completed.

- SECTION 7. RULES. The authority, after notice and hearing, may adopt rules to protect water quality in the site that are consistent with state and federal water quality requirements. The rules may include:
- (1) establishment of an area around the site to be protected from sources of pollution;
- (2) prohibition of or restrictions on the use of on-site sewage disposal systems in the protected zone;
- (3) restrictions on locating facilities that may discharge waste into the site; and
- (4) other prohibitions, restrictions, or requirements that may be necessary to protect the water quality in the site and in the reservoir after it is completed.
- SECTION 8. IMPACT FEES. The authority may impose impact fees on the area regulated under rules adopted under Section 7 of this Act.
- SECTION 9. EFFECTIVE DATE. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for

immediate effect, this Act takes effect September 1, 2003.

Engrossed May 1, 2003

Marchi Alexander

Engrossing Clerk

i certify this to be a true and correct copy of the indicated document as referred or transmitted to committee.

Chief Clerk of the House

By: Staples

S.B. No. 1362

(Cook of Navarro, Hopson)

#### A BILL TO BE ENTITLED

1 AN ACT

2 relating to the development of a regional water supply reservoir

project at Lake Eastex reservoir site, the renaming of the site as

4 Lake Columbia, and the acquisition of the site and other property;

- 5 providing for the issuance of bonds.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. DEFINITIONS. In this Act:
- 8 (1) "Authority" means the Angelina and Neches River
- 9 Authority.

3

- 10 (2) "Board" means the Texas Water Development Board.
- 11 (3) "Lake Columbia" means the reservoir project
- 12 previously known as Lake Eastex authorized by Permit to Appropriate
- 13 State Water Number 4228 (Application No. 4537) held by the
- 14 authority.
- SECTION 2. RENAMING OF SITE. Because of the significant
- impact the Space Shuttle Columbia disaster has had on the people in
- 17 East Texas and as a memorial to the seven astronauts lost in the
- 18 disaster, the legislature has determined that the name of the Lake
- 19 Eastex project in Cherokee and Smith counties should be renamed
- 20 Lake Columbia.
- 21 SECTION 3. DESIGNATION OF SITE. The legislature, as
- 22 authorized by Subsection (g), Section 16.051, Water Code,
- 23 designates the site known as the Lake Columbia site on Mud Creek, a
- 24 tributary of the Angelina River, in Cherokee and Smith counties,

S.B. No. 1362

- 1 Texas, as a site of unique value for the construction of a dam and
- 2 reservoir on Mud Creek, to impound up to 195,500 acre-feet of water
- 3 as authorized by Permit to Appropriate State Water Number 4228
- 4 (Application No. 4537) held by the authority. The legislature also
- 5 determines that the Lake Columbia Regional Water Supply Project is
- 6 necessary to meet water supply requirements.
- 7 SECTION 4. ACQUISITION AND FUNDING. (a) Using the state
- 8 participation account of the Texas Water Development Fund II to
- 9 encourage optimal regional development of the Lake Columbia
- 10 project, the board is authorized to execute an agreement with the
- 11 authority to acquire the entire or any undivided interest in the
- 12 Lake Columbia site and other land needed for the project. The
- authority shall hold title in trust for the board.
- 14 (b) Using the state participation account of the Texas Water
- Development Fund II, the board may issue bonds to acquire up to 50
- 16 percent of any undivided interest in the Lake Columbia project,
- including the entire or any undivided interest in the site.
- 18 SECTION 5. PURCHASE OF BOARD'S INTEREST. Any contract
- 19 providing for state participation in the Lake Columbia site or the
- 20 construction of a reservoir at that site must provide for the
- 21 purchase of the board's interest in the facility in accordance with
- 22 Subsection (b), Section 16.186, Water Code. The board shall
- 23 contract with the authority for such a purchase.
- SECTION 6. EXEMPTION FROM WATER QUALITY FEES. Neither the
- 25 board nor the authority is required to pay water quality fees under
- 26 Section 26.0291, Water Code, on the Lake Columbia project until it
- 27 is completed.

S.B. No. 1362

- 1 SECTION 7. RULES. The authority, after notice and hearing,
- 2 may adopt rules to protect water quality in the site that are
- 3 consistent with state and federal water quality requirements. The
- 4 rules may include:
- 5 (1) establishment of an area around the site to be
- 6 protected from sources of pollution;
- 7 (2) prohibition of or restrictions on the use of
- 8 on-site sewage disposal systems in the protected zone;
- 9 (3) restrictions on locating facilities that may
- 10 discharge waste into the site; and
- 11 (4) other prohibitions, restrictions, or requirements
- 12 that may be necessary to protect the water quality in the site and
- in the reservoir after it is completed.
- 14 SECTION 8. IMPACT FEES. The authority may impose impact
- 15 fees on the area regulated under rules adopted under Section 7 of
- 16 this Act.
- 17 SECTION 9. EFFECTIVE DATE. This Act takes effect
- immediately if it receives a vote of two-thirds of all the members
- 19 elected to each house, as provided by Section 39, Article III, Texas
- 20 Constitution. If this Act does not receive the vote necessary for
- immediate effect, this Act takes effect September 1, 2003.

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### **April 16, 2003**

TO: Honorable Kenneth Armbrister, Chair, Senate Committee on Natural Resources

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1362 by Staples (Relating to the development of a regional water supply reservoir project at the Lake Columbia (previously Lake Eastex) reservoir site and the acquisition of the site and other property.), Committee Report 1st House, Substituted

No fiscal implication to the State is anticipated.

#### **Local Government Impact**

Because the bill would not have statewide impact on units of local government of the same type or class, no comment from this office is required by the rules of the Senate as to its probable fiscal implication on units of local government.

**Source Agencies:** 

LBB Staff:

JK, CL, DLBa

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### **April 11, 2003**

TO: Honorable Kenneth Armbrister, Chair, Senate Committee on Natural Resources

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1362 by Staples (Relating to the development of a regional water supply reservoir project at the Lake Eastex reservoir site and the acquisition of the site and other property.), As Introduced

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#### **Local Government Impact**

Because the bill would not have statewide impact on units of local government of the same type or class, no comment from this office is required by the rules of the Senate as to its probable fiscal implication on units of local government.

**Source Agencies:** 

LBB Staff:

JK, CL, DLBa

# HOUSE COMMITTEE REPORT HOUSE OF REPRESENTATIVES

### 1st Printing

By: Shapiro (Denny)

1

S.B. No. 1373

#### A BILL TO BE ENTITLED

AN ACT

2	relating to considering for school district accountability
3	purposes the performance of students confined by court order in a
4	residential program or facility operated by or under contract with
5	the Texas Youth Commission.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	SECTION 1. Section 39.072, Education Code, is amended by
8	adding Subsection (d) to read as follows:
9	(d) Notwithstanding any other provision of this code, for
10	purposes of determining the performance of a school district under
11	this chapter, including the accreditation status of the district, a
12	student confined by court order in a residential program or
13	facility operated by or under contract with the Texas Youth
14	Commission is not considered to be a student of the school district
15	in which the program or facility is physically located. The
16	performance of such a student on an assessment instrument or other
17	academic excellence indicator adopted under Section 39.051 shall be
18	determined, reported, and considered separately from the
19	performance of students attending a school of the district in which
20	the program or facility is physically located.
21	SECTION 2. This Act applies beginning with the 2003-2004
22	school year.
23	SECTION 3. This Act takes effect immediately if it receives
24	a vote of two-thirds of all the members elected to each house, as

S.B. No. 1373

- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect September 1, 2003.

### **COMMITTEE REPORT**

#### The Honorable Tom Craddick Speaker of the House of Representatives

May 20, 2003

Sir:				
We, your COMMITTEE ON PU	- 0 40			
to whom was referredback with the recommendation		have had the	same under conside	ration and beg to report
<ul> <li>do pass, without amendm</li> <li>do pass, with amendment</li> <li>do pass and be not printed</li> </ul>	(s).	Substitute is recomme	ended in lieu of the or	riginal measure.
( yes ( ) no A fiscal no	te was requested.			
( ) yes ( no A criminal	justice policy impact state	ment was requested.		
(yes () no An equaliz	ed educational funding im	pact statement was re	equested.	
( ) yes ( no An actuari	al analysis was requested.			
( ) yes ( Ino A water de	evelopment policy impact s	statement was reques	ted.	
( ) yes ( no A tax equi	ty note was requested.			
( ) The Committee recommer	nds that this measure be s	ent to the Committee	on Local and Conser	nt Calendars.
For Senate Measures: House	Sponsor Denny	<u></u>	***	
Joint Sponsors:	0	,	,	
Co-Sponsors:				
00-оронзога.	multi 1			
The measure was reported from	m Committee by the follow AYE	ring vote:	PNV	ABSENT
Grusendorf, Chair				
Oliveira, Vice-chair				
Branch				
Dawson				
Dutton				
Eissler	/			
Griggs				
Hochberg				
Madden				
		· · · · · · · · · · · · · · · · · · ·		1)/
Total	_ aye _ nay _ present, not voting	CHAIR	July	
/	_ absent	<b>'</b>		

#### **BILL ANALYSIS**

S.B. 1373 By: Shapiro Public Education Committee Report (Unamended)

#### BACKGROUND AND PURPOSE

Currently, Texas school districts are responsible for the education of every student residing in their district, including students in drug treatment, halfway houses, and juvenile detention centers. Many of the students in a Texas Youth Commission (TYC) facility are in short-term placements, several grades behind their peers, and not permanent district residents. The performance of such students is not counted in a school district's accountability rating, but students in a TYC-contracted facility are counted in a district's accountability rating, typically lowering that rating. S.B. 1373 prohibits students in a residential program or facility operated by, or under a contract with, the Texas Youth Commission, or other governmental entity, from being counted in the accreditation status, or in relation to the academic excellence indicator standards, of the district within which the program or facility is located. This bill requires the performance of such a student to be determined, reported, and considered separately.

#### **RULEMAKING AUTHORITY**

It is the committee's opinion that this bill does not expressly grant any additional rulemaking authority to a state officer, department, institution, or agency.

#### **ANALYSIS**

S.B. 1373 amends the Education Code to provide that for the purposes of determining the performance of a school district, including the district's accreditation status, a student confined by court order in a residential program or facility operated by, or under a contract with, the Texas Youth Commission, is not considered to be a student of the school district in which the program or facility is physically located. The bill requires the performance of such a student on an assessment instrument, or other academic excellence indicator adopted under Section 39.051 (Academic Excellence Indicators), Education Code, to be determined, reported, and considered separately from the performance of students attending a school of the district in which the program or facility is physically located.

This Act applies beginning with the 2003 - 2004 school year.

#### **EFFECTIVE DATE**

Upon passage, or, if the Act does not receive the necessary vote, the Act takes effect September 1, 2003.

S.B. 1373 78(R) Page 1 of 1

- May 20, 2003

2:00PM

or upon final adjourn./recess

Considered in public hearing
Testimony taken in committee (See attached witness list.)
Reported favorably without amendment(s)

#### **WITNESS LIST**

SB 1373 **HOUSE COMMITTEE REPORT Public Education Committee** 

#### May 20, 2003 - 2:00PM or upon final adjourn./recess

Clemons, Robert (Rio Brazos Education Cooperative) For:

Eckhart, Harley (Texas Elementary Principals & Supervisors Association)
Harris, Stanley (Axtell Independent School District) Shaddix, Julian (Texas Association of Secondary School

Principals)

Soehnge, Karen (Texas Association of School

Administrators)

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### May 12, 2003

TO: Honorable Kent Grusendorf, Chair, House Committee on Public Education

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1373 by Shapiro (Relating to considering for school district accountability purposes the performance of students confined by court order in a residential program or facility operated by or under contract with the Texas Youth Commission.), As Engrossed

#### No significant fiscal implication to the State is anticipated.

The bill would require some minor revisions to the Texas Education Agency's (TEA) Public Education Information Management System (PEIMS) in order to identify students to be excluded from districts' accreditation status and accountability ratings and to report these students separately. These revisions are not expected to be significant, although TEA notes that needed data and reporting system changes at the agency and at the district level may not be completed in time for use in the 2003-04 school year.

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#### **Local Government Impact**

No significant fiscal implication to units of local government is anticipated. School districts would be required to modify their data systems to reflect a separate submission for certain students and programs, but these costs are not expected to be significant.

Source Agencies: 701 Central Education Agency

LBB Staff: JK, CT, UP, JGM

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

**April 7, 2003** 

TO: Honorable Florence Shapiro, Chair, Senate Committee on Education

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1373 by Shapiro (Relating to considering for school district accountability purposes the performance of student confined by court order in a residential program or facility operated by or under contract with the Texas Youth Commission.), Committee Report 1st House, Substituted

#### No significant fiscal implication to the State is anticipated.

The bill would require some minor revisions to the Texas Education Agency's (TEA) Public Education Information Management System (PEIMS) in order to identify students to be excluded from districts' accreditation status and accountability ratings and to report these students separately. These revisions are not expected to be significant, although TEA notes that needed data and reporting system changes at the agency and at the district level may not be completed in time for use in the 2003-04 school year.

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#### **Local Government Impact**

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Source Agencies: 701 Central Education Agency

LBB Staff: JK, CT, UP, JGM

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#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### April 1, 2003

TO: Honorable Florence Shapiro, Chair, Senate Committee on Education

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1373 by Shapiro (Relating to accreditation of public school districts.), As Introduced

#### No significant fiscal implication to the State is anticipated.

The bill would require some minor revisions to the Texas Education Agency's (TEA) Public Education Information Management System (PEIMS) in order to identify students to be excluded from districts' accreditation status and accountability ratings and to report these students separately. These revisions are not expected to be significant, although TEA notes that needed data and reporting system changes at the agency and at the district level may not be completed in time for use in the 2003-04 school year.

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#### **Local Government Impact**

No significant fiscal implication to units of local government is anticipated. School districts would be required to modify their data systems to reflect a separate submission for certain students and programs, but these costs are not expected to be significant.

Source Agencies: 701 Central Education Agency

LBB Staff: JK, CT, UP, JGM

#### **EQUALIZED EDUCATION FUNDING IMPACT STATEMENT**

#### 78TH LEGISLATIVE REGULAR SESSION

May 12, 2003

TO: Honorable Kent Grusendorf, Chair, House Committee on Public Education

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1373 by Shapiro (Relating to considering for school district accountability purposes the performance of students confined by court order in a residential program or facility operated by or under contract with the Texas Youth Commission.), As Engrossed

No impact on equalized funding requirements and policies affecting public education is anticipated from any of the provisions of this bill.

Source Agencies: LBB Staff: JK, CT

### **EQUALIZED EDUCATION FUNDING IMPACT STATEMENT**

#### 78TH LEGISLATIVE REGULAR SESSION

April 4, 2003

TO: Honorable Florence Shapiro, Chair, Senate Committee on Education

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1373 by Shapiro (Relating to considering for school district accountability purposes the performance of student confined by court order in a residential program or facility operated by or under contract with the Texas Youth Commission.), Committee Report 1st House, Substituted

No impact on equalized funding requirements and policies affecting public education is anticipated from any of the provisions of this bill.

**Source Agencies:** 

LBB Staff: JK, CT

#### **EQUALIZED EDUCATION FUNDING IMPACT STATEMENT**

#### 78TH LEGISLATIVE REGULAR SESSION

#### April 1, 2003

TO: Honorable Florence Shapiro, Chair, Senate Committee on Education

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1373 by Shapiro (Relating to accreditation of public school districts.), As Introduced

No impact on equalized funding requirements and policies affecting public education is anticipated from any of the provisions of this bill.

**Source Agencies:** 

LBB Staff:

JK, CT

Enrolled May 28, 2003

Mardi Clyand

Enrolling Clerk

S.B. No. 1362

1 AN ACT

- 2 relating to the development of a regional water supply reservoir
- 3 project at Lake Eastex reservoir site, the renaming of the site as
- 4 Lake Columbia, and the acquisition of the site and other property;
- 5 providing for the issuance of bonds.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. DEFINITIONS. In this Act:
- 8 (1) "Authority" means the Angelina and Neches River
- 9 Authority.
- 10 (2) "Board" means the Texas Water Development Board.
- 11 (3) "Lake Columbia" means the reservoir project
- 12 previously known as Lake Eastex authorized by Permit to Appropriate
- 13 State Water Number 4228 (Application No. 4537) held by the
- 14 authority.
- 15 SECTION 2. RENAMING OF SITE. Because of the significant
- 16 impact the Space Shuttle Columbia disaster has had on the people in
- 17 East Texas and as a memorial to the seven astronauts lost in the
- 18 disaster, the legislature has determined that the name of the Lake
- 19 Eastex project in Cherokee and Smith counties should be renamed
- 20 Lake Columbia.
- 21 SECTION 3. DESIGNATION OF SITE. The legislature, as
- 22 authorized by Subsection (g), Section 16.051, Water Code,
- 23 designates the site known as the Lake Columbia site on Mud Creek, a
- 24 tributary of the Angelina River, in Cherokee and Smith counties,

- 1 Texas, as a site of unique value for the construction of a dam and
- 2 reservoir on Mud Creek, to impound up to 195,500 acre-feet of water
- 3 as authorized by Permit to Appropriate State Water Number 4228
- 4 (Application No. 4537) held by the authority. The legislature also
- 5 determines that the Lake Columbia Regional Water Supply Project is
- 6 necessary to meet water supply requirements.
- 7 SECTION 4. ACQUISITION AND FUNDING. (a) Using the state
- 8 participation account of the Texas Water Development Fund II to
- 9 encourage optimal regional development of the Lake Columbia
- 10 project, the board is authorized to execute an agreement with the
- 11 authority to acquire the entire or any undivided interest in the
- 12 Lake Columbia site and other land needed for the project. The
- 13 authority shall hold title in trust for the board.
- 14 (b) Using the state participation account of the Texas Water
- 15 Development Fund II, the board may issue bonds to acquire up to 50
- 16 percent of any undivided interest in the Lake Columbia project,
- including the entire or any undivided interest in the site.
- 18 SECTION 5. PURCHASE OF BOARD'S INTEREST. Any contract
- 19 providing for state participation in the Lake Columbia site or the
- 20 construction of a reservoir at that site must provide for the
- 21 purchase of the board's interest in the facility in accordance with
- 22 Subsection (b), Section 16.186, Water Code. The board shall
- contract with the authority for such a purchase.
- 24 SECTION 6. EXEMPTION FROM WATER QUALITY FEES. Neither the
- 25 board nor the authority is required to pay water quality fees under
- 26 Section 26.0291, Water Code, on the Lake Columbia project until it
- 27 is completed.

- 1 SECTION 7. RULES. The authority, after notice and hearing,
- 2 may adopt rules to protect water quality in the site that are
- 3 consistent with state and federal water quality requirements. The
- 4 rules may include:
- 5 (1) establishment of an area around the site to be
- 6 protected from sources of pollution;
- 7 (2) prohibition of or restrictions on the use of
- 8 on-site sewage disposal systems in the protected zone;
- 9 (3) restrictions on locating facilities that may
- 10 discharge waste into the site; and
- 11 (4) other prohibitions, restrictions, or requirements
- 12 that may be necessary to protect the water quality in the site and
- in the reservoir after it is completed.
- 14 SECTION 8. IMPACT FEES. The authority may impose impact
- 15 fees on the area regulated under rules adopted under Section 7 of
- 16 this Act.
- 17 SECTION 9. EFFECTIVE DATE. This Act takes effect
- immediately if it receives a vote of two-thirds of all the members
- 19 elected to each house, as provided by Section 39, Article III, Texas
- 20 Constitution. If this Act does not receive the vote necessary for
- immediate effect, this Act takes effect September 1, 2003.

S.B. No. 1362

President of the Senate	Speaker of the House
I hereby certify that S.	B. No. 1362 passed the Senate on
May 1, 2003, by the following vot	te: Yeas 31, Nays 0.
•	
	Secretary of the Senate
I hereby certify that S.	.B. No. 1362 passed the House on
May 28, 2003, by the following	ng vote: Yeas 144, Nays O, two
present not voting.	
process not vesting.	
	Chief Clerk of the House
Annyound	
Approved:	
Date	
Governor	

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### **April 16, 2003**

TO: Honorable Kenneth Armbrister, Chair, Senate Committee on Natural Resources

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1362 by Staples (Relating to the development of a regional water supply reservoir project at the Lake Columbia (previously Lake Eastex) reservoir site and the acquisition of the site and other property.), Committee Report 1st House, Substituted

No fiscal implication to the State is anticipated.

#### **Local Government Impact**

Because the bill would not have statewide impact on units of local government of the same type or class, no comment from this office is required by the rules of the Senate as to its probable fiscal implication on units of local government.

**Source Agencies:** 

LBB Staff:

JK, CL, DLBa

#### FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

#### **April 11, 2003**

TO: Honorable Kenneth Armbrister, Chair, Senate Committee on Natural Resources

FROM: John Keel, Director, Legislative Budget Board

IN RE: SB1362 by Staples (Relating to the development of a regional water supply reservoir project at the Lake Eastex reservoir site and the acquisition of the site and other property.), As Introduced

No fiscal implication to the State is anticipated.

#### **Local Government Impact**

Because the bill would not have statewide impact on units of local government of the same type or class, no comment from this office is required by the rules of the Senate as to its probable fiscal implication on units of local government.

**Source Agencies:** 

LBB Staff:

JK, CL, DLBa

FORM-CT4	•	S.B.	No
President of the Senate	Speaker of	the H	ouse
I hereby certify that S.			
M(y) = 3003, by a vote: Yeas $31$ , Nays $0$ .	iva-voce voteD by	the	following
		1 - 0	
	Secretary of t	ine Se	enate
I hereby certify that S			
May 25,003, by a not vote: Yeas 144, Nays	works by wor	the g.	following
	Chief Clerk of	the	House
Approved:			
Date			

Governor

#### A BILL TO BE ENTITLED

AN ACT:

relating to the development of a regional water supply reservoir project at the Lake Eastex reservoir site and the acquisition of the site and other property.

3-13-03 MAR 19 2003	Filed with the Secretary of the Senate  Read and referred to Committee on
APR 2 2 2003	Reported favorably Reported adversely, with favorable Committee Substitute; Committee Substitute read first time.  Ordered not printed
MAY 0 1 2003	Laid before the Senate  Senate and Constitutional Rules to permit consideration suspended by:  \[ \begin{align*} \text{unanimous consent} \\ \text{unanimous peas, \text{nays}} \]  nays
MAY 0 1 2003	Read second time,, and ordered engrossed by: \begin{cases} unanimous consent a viva voce vote nay
MAY 01 2003	_ Senate and Constitutional 3 Day Rule suspended by a vote of 31 yeas, 6 nays.
MAY 0 1 2003	Read third time,, and passed by:   A viva voce vote  31 yeas, O nays  SECRETARY OF THE SENATE
OTHER ACTION	N:
May 1,2003	Engrossed
May 1, 2003	Sent to House
Engrossing Clerk	Mardi alekand
MAY 0 1 2003 MAY 0 2 2003	Received from the Senate  Read first time and referred to Committee on
MAY 2 1 2003	Reportedfavorably (as amended) (as a latitude)
MAY 2 4 2003	Sent to Committee on (Calendars) (Local & Consent Calendars)
MAY 2 8 2003	Read second time (cermin subst.) (amended), passed to third reading (failed) by a (non-record vote) (record vote of
	Constitutional rule requiring bills to be read on three several days suspended (failed to suspend) by a vote of yeas, nays, present, not voting.
MAY 2 8 2003	Read third time (amended); finally passed (failed to pass) by a (new record vote) (record vote of yeas, nays, present, not voting)
MAY 2 8 2003	Returned to Senate.  Returned to Senate.
MAY 28 2003	Returned from House without amendment.  CHIEF CLERK OF THE HOUSE
	Returned from House with amendments.
	Concurred in House amendments by a viva voce vote veas navs

	Refused to concur in House amendments and requested the appointment of a Conference Committee to adjust the differences.
	_ Senate conferees instructed.
	, and
	House granted Senate request. House conferees appointed:, Chairman
	Conference Committee Report read and filed with the Secretary of the Senate.
	Conference Committee Report adopted on the part of the House by:
OTHER ACT	a viva voce vote
	_ Recommitted to Conference Committee
	Conferees discharged.
	Conference Committee Report failed of adoption by:
	a viva voce vote yeas, nays

MUSE OF REFERENCE TATIONS